

dugan production corp.



January 27, 1997

New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, NM 87410

Re: Dugan Production Corp.

Five of Diamonds #90

Unit L, Sec. 10, T30N, R13W

San Juan County, NM

Gentlemen:

Below are the deviations reported by the drilling contractor for the subject well:

1/2° @ 500'

3/4° @ 1000′

3/4° @ 1500'

1° @ 1800'

Sincerely,

Gary Brink

Operations Manager

GB/cg

State of New Mexico) Scounty of San Juan

Subscribed and sworn to before me this 27th day of January 1997

Notary Public

My commission expires: (hug 11, 2000)